February 24 2003

RE: Fountaintown Forge, Inc. 059-16502-00031

TO: Interested Parties / Applicant

FROM: Paul Dubenetzky

Chief, Permits Branch Office of Air Quality

Notice of Decision - Approval

Please be advised that on behalf of the Commissioner of the Department of Environmental Management, I have issued a decision regarding the enclosed matter. Pursuant to 326 IAC 2, this approval was effective immediately upon submittal of the application.

If you wish to challenge this decision, IC 4-21.5-3-7 requires that you file a petition for administrative review. This petition may include a request for stay of effectiveness and must be submitted to the Office Environmental Adjudication, ISTA Building, 150 W. Market Street, Suite 618, Indianapolis, IN 46204, within eighteen (18) calendar days from the mailing of this notice. The filing of a petition for administrative review is complete on the earliest of the following dates that apply to the filing:

- (1) the date the document is delivered to the Office of Environmental Adjudication (OEA);
- the date of the postmark on the envelope containing the document, if the document is mailed to OEA by U.S. mail; or
- (3) The date on which the document is deposited with a private carrier, as shown by receipt issued by the carrier, if the document is sent to the OEA by private carrier.

The petition must include facts demonstrating that you are either the applicant, a person aggrieved or adversely affected by the decision or otherwise entitled to review by law. Please identify the permit, decision, or other order for which you seek review by permit number, name of the applicant, location, date of this notice and all of the following:

- (1) the name and address of the person making the request;
- (2) the interest of the person making the request;
- (3) identification of any persons represented by the person making the request;
- (4) the reasons, with particularity, for the request;
- (5) the issues, with particularity, proposed for considerations at any hearing; and
- (6) identification of the terms and conditions which, in the judgment of the person making the request, would be appropriate in the case in question to satisfy the requirements of the law governing documents of the type issued by the Commissioner.

If you have technical questions regarding the enclosed documents, please contact the Office of Air Quality, Permits Branch at (317) 233-0178. Callers from within Indiana may call toll-free at 1-800-451-6027, ext. 3-0178.

Enclosures FNPERAM.wpd 8/21/02

February 24, 2003

Jerry L. Hill Fountaintown Forge, Inc. P. O. Box 139 Fountaintown, IN 46130-0139

Re: Exempt Construction and Operation Status

059-16502-00031

Dear Mr. Hill:

The application from Fountaintown Forge, Inc., received on November 25, 2002, has been reviewed. Based on the data submitted and the provisions in 326 IAC 2-1.1-3, it has been determined that your emission source, a forged part manufacturing plant located at 5513 South 100 East, Fountaintown, IN 46130-9441, is classified as exempt from air pollution permit requirements. The emission source consists of the following emission units:

- (a) One (1) natural gas fired boiler, rated at 12.6 million Btu per hour.
- (b) One (1) natural gas fired forge furnace, rated at 2.0 million Btu per hour.
- (c) Four (4) natural gas fired space heaters, each rated at 0.2 million Btu per hour
- (d) Two (2) natural gas fired space heaters, each rated at 0.03 million Btu per hour.
- (e) Two (2) open-die steam-driven forging hammers.
- (f) Metal cutting and machining operations.
- (g) Marking operations, using hand held spray cans to place identifying marks on steel material.
- (h) Enclosed abrasive basting operations.

The following conditions shall be applicable:

- 1. Pursuant to 326 IAC 6-2-4, particulate matter (PM) emissions from the natural gas fired boiler rated at 12.6 million Btu per hour shall not exceed 0.56 pounds per million British thermal units of heat input.
- 2. Pursuant to the New Source Performance Standards (NSPS), Part 60.48c, Subpart Dc, the Permittee is hereby advised of the requirement to report the following at the appropriate times for the natural gas fired boiler rated at 12.6 million Btu per hour:
 - (a) Commencement of construction date (no later than 30 days after such date).
 - (b) Anticipated start-up date (not more than 60 days or less than 30 days prior to such date).
 - (c) Actual start-up date (within 15 days after such date).

Reports are to be sent to:

Indiana Department of Environmental Management Compliance Data Section, Office of Air Quality 100 North Senate Avenue, P. O. Box 6015 Indianapolis, IN 46206-6015 Fountaintown Forge, Inc. Fountaintown, IN 46130-9441 Reviewer: Allen R. Davidson

The application and enforcement of these standards have been delegated to the IDEM, OAQ. The requirements of 40 CFR Part 60 are also federally enforceable.

- 3. Pursuant to 40 CFR 48c(g), the applicant shall record and maintain records of the amounts of each fuel combusted during each day, unless U.S. EPA modifies this requirement via authority in 40 CFR 60.13(i), for the natural gas fired boiler rated at 12.6 million Btu per hour. Records shall be kept for a minimum period of two (2) years after such record is made.
- 4. Pursuant to 326 IAC 6-3-2(e), the particulate matter emissions from metal cutting, machining, forging and abrasive blasting operations shall not exceed the pound per hour emission rate established as E in the following formula:

Interpolation and extrapolation of the data for the process weight rate in excess of sixty thousand (60,000) pounds per hour shall be accomplished by use of the equation:

$$E = 55.0 P^{0.11} - 40$$
 where $E =$ rate of emission in pounds per hour; and $P =$ process weight rate in tons per hour

For a process weight rate of 100 pounds per hour, this equation provides an emission limit of 0.551 pounds per hour.

- 5. Pursuant to 326 IAC 5-1-2 (Opacity Limitations), except as provided in 326 IAC 5-1-3 (Temporary Exemptions), opacity shall meet the following:
 - (a) Opacity shall not exceed an average of forty percent (40%) any one (1) six (6) minute averaging period as determined in 326 IAC 5-1-4.
 - (b) Opacity shall not exceed sixty percent (60%) for more than a cumulative total of fifteen (15) minutes (sixty (60) readings) as measured according to 40 CFR 60, Appendix A, Method 9 or fifteen (15) one (1) minute nonoverlapping integrated averages for a continuous opacity monitor) in a six (6) hour period.
- 6. Records shall be made and kept of the amount of paint used by the marking operations (quantity of cans used, net weight, and MSDS from the manufacturer showing VOC content). These records are needed to ensure that actual volatile organic compound (VOC) emissions are less than 15 pounds per day before controls, and that actual coating usage is less than five (5) gallons per day, rendering 326 IAC 6-3-2 and 326 IAC 8-2-9 as not applicable.

An application or notification shall be submitted in accordance with 326 IAC 2 to the Office of Air Quality (OAQ) if the source proposes to construct new emission units, modify existing emission units, or otherwise modify the source.

Fountaintown Forge, Inc.

Page 3 of 3
Fountaintown, IN 46130-9441

059-16502-00031

Reviewer: Allen R. Davidson

Any change or modification which may increase the potential emissions of particulate matter to five (5) tons per year or more from the emission source, increase the volatile organic compound (VOC) emissions to fifteen (15) pounds per day or more from the marking operations, or increase actual paint usage to five (5) gallons per day or more from the marking operations, must be approved by the Office of Air Quality (OAQ) before such change may occur.

Sincerely,

Original Signed by Paul Dubenetzky Paul Dubenetzky, Chief Permits Branch Office of Air Quality

ARD

cc: File - Hancock County

Hancock County Health Department

Air Compliance Section Inspector - D. J. Knotts

Compliance Data Section - Karen Nowak

Technical Support and Modeling - Michele Boner

Permit Tracking

Indiana Department of Environmental Management Office of Air Quality

Technical Support Document (TSD) for an Exemption

Source Background and Description

Source Name: Fountaintown Forge, Inc.

Source Location: 5513 South 100 East, Fountaintown, IN 46130-9441

County: Hancock SIC Code: 3462

Application No.: 059-16502-00031
Permit Reviewer: Allen R. Davidson

On November 25, 2002, the Office of Air Quality (OAQ) received an application from Fountaintown Forge, Inc. relating to the construction and operation of a forged part manufacturing plant located at 5513 South 100 East, Fountaintown, IN 46130-9441. The emission source consists of the following emission units:

- (a) One (1) natural gas fired boiler, rated at 12.6 million Btu per hour.
- (b) One (1) natural gas fired forge furnace, rated at 2.0 million Btu per hour.
- (c) Four (4) natural gas fired space heaters, each rated at 0.2 million Btu per hour
- (d) Two (2) natural gas fired space heaters, each rated at 0.03 million Btu per hour.
- (e) Two (2) open-die steam-driven forging hammers.
- (f) Metal cutting and machining operations.
- (g) Marking operations, using hand held spray cans to place identifying marks on steel material.
- (h) Enclosed abrasive blasting operations.

History

Fountaintown Forge, Inc. submitted an application for a registration for a forged part manufacturing plant (059-12835-00031) on October 11, 2000. However, the application was denied on January 22, 2002 due to failure to respond to a Notice of Deficiency. This application is a resubmittal of the previous application.

This application, if approved, will be the first air approval issued to the emission source.

Enforcement Issues

The source was referred to the Office of Enforcement on April 29, 2002 after an inspection revealed that the emission source was in operation. The Office of Enforcement has not yet acted on the referral.

Recommendation

The staff recommends to the Commissioner that the emission source be issued an exemption letter. This recommendation is based on the following facts and conditions:

Unless otherwise stated, information used in this review was derived from the application and additional information submitted by the applicant.

An application for the purposes of this review was received on November 25, 2002.

Emission Calculations

See Appendix A of this document for detailed emissions calculations. (2 pages)

Potential To Emit

Pursuant to 326 IAC 2-1.1-1(16), Potential to Emit is defined as "the maximum capacity of a stationary source to emit any air pollutant under its physical and operational design. Any physical or operational limitation on the capacity of a source to emit an air pollutant, including air pollution control equipment and restrictions on hours of operation or type or amount of material combusted, stored, or processed shall be treated as part of its design if the limitation is enforceable by the U. S. EPA."

The following table reflects the existing source potential to emit. Control equipment is not considered federally enforceable until it has been required in a federally enforceable permit:

Pollutant	Potential To Emit (tons/year)
PM	2.9
PM-10	2.9
SO ₂	0
VOC	6.8
CO	5.7
NO _x	6.8

HAP's	Potential To Emit (tons/year)			
TOTAL	negligible			

The potential to emit (as defined in 326 IAC 2-7-1(29)) particulate matter (PM) is less than five tons per year. Therefore, the application does not require review under 326 IAC 2-5.1 and can be classified as exempt under 326 IAC 2-1.1-3.

This source is not a major source for Prevention of Significant Deterioration, 326 IAC 2-2. No attainment regulated pollutant has the potential to emit at a rate of 250 tons per year or more, and it is not in one of the 28 listed source categories.

County Attainment Status

The source is located in Hancock County.

Pollutant	Status		
PM-10	attainment		
SO ₂	attainment		
NO ₂	attainment		
Ozone	attainment		
СО	attainment		
Lead	attainment		

Volatile organic compounds (VOC) are precursors for the formation of ozone. Therefore, VOC emissions are considered when evaluating the rule applicability relating to the ozone standards. Hancock County has been designated as attainment or unclassifiable for ozone and for all other pollutants. Therefore, emissions were reviewed pursuant to the requirements for Prevention of Significant Deterioration (PSD), 326 IAC 2-2 and 40 CFR 52.21.

Page 3 of 4 059-16502-00031

Fountaintown Forge, Inc. Fountaintown, IN 46130-9441 Reviewer: Allen R. Davidson

Federal Rule Applicability

The 12.6 million Btu per hour natural gas-fired boiler is subject to the requirements of the New Source Performance Standards, 326 IAC 12 (40 CFR 60, Subpart Dc). This standard places no emission limits on the new boiler, but it does require reporting of various dates and keeping of fuel usage records.

There are no National Emission Standards for Hazardous Air Pollutants (NESHAP)(326 IAC 14 and 40 CFR Part 63) applicable to this source.

State Rule Applicability - Entire Source

326 IAC 2-4.1 (Major Sources of Hazardous Air Pollutants)

This source is not subject to 326 IAC 2-4.1-1 (New Source Toxics Control). The source does not have potential to emit 10 tons per year of any HAP or 25 tons per year of any combination of HAP.

326 IAC 2-6 (Emission Reporting)

This source is not subject to 326 IAC 2-6 (Emission Reporting), because it does not have the potential to emit more than one hundred (100) tons per year of any pollutant specified in the rule.

326 IAC 5-1 (Visible Emissions Limitations)

Pursuant to 326 IAC 5-1-2 (Opacity Limitations), except as provided in 326 IAC 5-1-3 (Temporary Exemptions), opacity shall meet the following:

- (a) Opacity shall not exceed an average of forty percent (40%) any one (1) six (6) minute averaging period as determined in 326 IAC 5-1-4.
- (b) Opacity shall not exceed sixty percent (60%) for more than a cumulative total of fifteen (15) minutes (sixty (60) readings) as measured according to 40 CFR 60, Appendix A, Method 9 or fifteen (15) one (1) minute nonoverlapping integrated averages for a continuous opacity monitor) in a six (6) hour period.

State Rule Applicability - Natural Gas Fired Boiler

326 IAC 6-2 (Particulate Emission Limitations For Sources of Indirect Heating)

This facility is subject to 326 IAC 6-2-4. Pursuant to 326 IAC 6-2-4, particulate matter (PM) emissions shall be limited by an equation which provides a limit of 0.39 pounds per million British thermal units of heat input. See Appendix A for detailed calculations. (2 pages)

326 IAC 12 (New Source Performance Standards)

Pursuant to the New Source Performance Standards (NSPS), Part 60.48c, Subpart Dc, the Permittee is required to report the following at the appropriate times:

- (a) Commencement of construction date (no later than 30 days after such date).
- (b) Anticipated start-up date (not more than 60 days or less than 30 days prior to such date).
- (c) Actual start-up date (within 15 days after such date).

Page 4 of 4 059-16502-00031

Fountaintown Forge, Inc. Fountaintown, IN 46130-9441 Reviewer: Allen R. Davidson

Pursuant to 40 CFR 48c(g), the applicant shall record and maintain records of the amounts of each fuel combusted during each day.

The requirements of the New Source Performance Standards (NSPS), Part 60.48c(g), Subpart Dc, may be altered by the U.S. EPA via authority in 40 CFR 60.13(i). If the applicant desires to change the frequency from daily recording to monthly recording, the applicant must send a request to the following address:

George Czerniak c/o United States Environmental Protection Agency, Region V Air and Radiation Division, Air Enforcement Branch - Indiana (AE-17J) 77 West Jackson Boulevard Chicago, Illinois 60604-3590

Any such request should reference both NSPS requirement 40 CFR 48c(g) and the February 20, 1992 EPA memo from John Rasnic to Jewell Harper.

Pursuant to 40 CFR 48c(i), records shall be kept for a minimum period of two (2) years after such record is made.

State Rule Applicability - Natural Gas Fired Heaters

There are no state rules applicable to these facilities.

State Rule Applicability - Marking Operation

326 IAC 8-2-9 (Miscellaneous Metal Coating Operations)

This facility is not subject to 326 IAC 8-2-9. Pursuant to 326 IAC 8-2-1 (Applicability), the rule is not applicable since the volatile organic compound (VOC) emissions are less than 15 pounds per day before controls.

326 IAC 6-3-2 (Particulate Emissions Limitations)

Pursuant to 326 IAC 6-3-1(b)(15), this facility is exempt from 326 IAC 6-3-2 since actual coating usage is less than five (5) gallons per day.

State Rule Applicability - Metal Cutting, Machining, Forging, and Abrasive Blasting Operations

326 IAC 6-3-2 (Particulate Emissions Limitations)

This emission unit is subject to 326 IAC 6-3-2. Pursuant to 326 IAC 6-3-2 (Particulate Emissions Limitations), particulate matter (PM) emissions shall be limited by the following equation for process weight rates up to sixty thousand (60,000) pounds per hour:

 $E = 4.10 P^{0.67}$ where E = rate of emission in pounds per hour and P = process weight rate in tons per hour

For a process weight rate of 100 pounds per hour, this equation provides an emission limit of 0.551 pounds per hour.

Conclusion

The construction and operation of these facilities shall be subject to the conditions of the attached exemption letter, No. 059-16502-00031.

Appendix A: Emissions Calculations Natural Gas Combustion Only MM BTU/HR <100

Company Name: Fountaintown Forge, Inc.

Address City IN Zip: 5513 South 100 East, Fountaintown, IN 46130

ID: 059-16502-00031 **Reviewer:** Allen R. Davidson

Date: 12/19/02

Heat Input Capacity Potential Throughput

MMBtu/hr MMCF/yr

15.460 135.4

Pollutant

	PM*	PM10*	SO2	NOx	VOC	CO
Emission Factor in lb/MMCF	1.9	7.6	0.6	100.0	5.5	84.0
				**see below		
Potential Emission in tons/yr	0.1	0.5	0.0	6.8	0.4	5.7

^{*}PM emission factor is filterable PM only. PM10 emission factor is condensable and filterable PM10 combined.

HAPs - Organics

	Benzene	Dichlorobenzene	Formaldehyde	Hexane	Toluene
Emission Factor in lb/MMcf	2.1E-03	1.2E-03	7.5E-02	1.8E+00	3.4E-03
Potential Emission in tons/yr	1.422E-04	8.126E-05	5.079E-03	1.219E-01	2.302E-04

HAPs - Metals

	Lead	Cadmium	Chromium	Manganese	Nickel
Emission Factor in lb/MMcf	5.0E-04	1.1E-03	1.4E-03	3.8E-04	2.1E-03
Potential Emission in tons/yr	3.386E-05	7.449E-05	9.480E-05	2.573E-05	1.422E-04

The five highest organic and metal HAPs emission factors are provided above.

Additional HAPs emission factors are available in AP-42, Chapter 1.4.

Methodology

All emission factors are based on normal firing.

MMBtu = 1,000,000 Btu

MMCF = 1,000,000 Cubic Feet of Gas

Potential Throughput (MMCF) = Heat Input Capacity (MMBtu/hr) x 8,760 hrs/yr x 1 MMCF/1,000 MMBtu Emission Factors are from AP 42, Chapter 1.4, Tables 1.4-1, 1.4-2, 1.4-3, SCC #1-02-006-02, 1-01-006-02, 1-03-006-02, and 1-03-006-03 (SUPPLEMENT D 3/98).

Emission (tons/yr) = Throughput (MMCF/yr) x Emission Factor (lb/MMCF)/2,000 lb/ton

Note: Check the applicable rules and test methods for PM and PM10 when using the above emission factors confirm that the correct factor is used (i.e., condensable included/not included).

^{**}Emission Factors for NOx: Uncontrolled = 100, Low NOx Burner = 50, Low NOx Burners/Flue gas recirculation = 32

Company Name: Fountaintown Forge, Inc.

Address City IN Zip: 5513 South 100 East, Fountaintown, IN 46130

ID: 059-16502-00031 **Reviewer:** Allen R. Davidson

Date: 12/19/02

The following calculations determine the emission limit under 326 IAC 6-2-4:

The following calculations determine the emission limit under 326 IAC 6-3-2:

$$E = 4.1 * (0.050 ^ 0.67) = 0.551 lb/hr (will comply)$$

$$0.55 \text{ lb/hr}^*$$
 8760 hr/yr / 2000 lb/ton = 2.41 ton/yr